

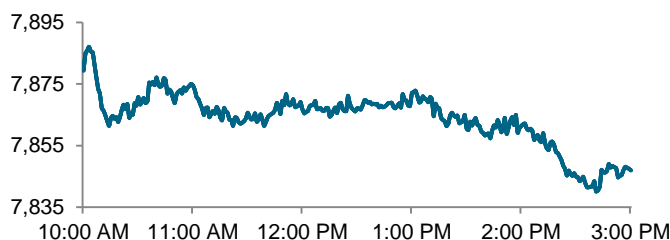
# DAILY MARKETS OVERVIEW

5 NOVEMBER 2018

السوق السعودي  
Saudi Fransi Capital  
Distinguished Service, Outstanding Performance



## TASI Intraday



Source: Reuters

## Saudi Stock Indices

| Index                          | Last Close | 1 Day % | WTD % | YTD % | PE (TTM) |
|--------------------------------|------------|---------|-------|-------|----------|
| Saudi (TASI)                   | 7,847      | -0.4    | -0.4  | 8.6   | 16.3     |
| Saudi (NOMU)                   | 2,523      | 0.1     | 0.1   | -19.7 | 8.3      |
| Energy                         | 5,002      | 0.2     | 0.2   | 16.9  | 16.7     |
| Materials                      | 5,566      | -0.4    | -0.4  | 10.1  | 17.1     |
| Capital Goods                  | 4,078      | 1.2     | 1.2   | -6.1  | 20.6     |
| Com. & Prof. Svc               | 4,207      | -0.4    | -0.4  | 0.0   | 18.4     |
| Transportation                 | 3,663      | -1.9    | -1.9  | -8.7  | 21.2     |
| Cons. Durables & Apparel       | 3,504      | -0.2    | -0.2  | -15.4 | NA       |
| Consumer Services              | 3,087      | -0.5    | -0.5  | -16.2 | 17.4     |
| Media                          | 11,642     | 0.7     | 0.7   | 50.5  | NA       |
| Retailing                      | 6,623      | -0.1    | -0.1  | 17.6  | 31.2     |
| Food & Staples Retailing       | 5,907      | -0.4    | -0.4  | 5.3   | 24.2     |
| Food & Beverages               | 4,095      | 0.0     | 0.0   | -16.4 | 27.0     |
| Health Care Equipment          | 3,637      | 0.4     | 0.4   | -18.1 | 18.2     |
| Pharma, Biotech & Life Science | 3,945      | -4.2    | -4.2  | -0.7  | 27.7     |
| Banks                          | 7,007      | -0.7    | -0.7  | 27.4  | 12.5     |
| Diversified Financials         | 3,325      | 0.6     | 0.6   | -17.5 | NA       |
| Insurance                      | 3,840      | 1.1     | 1.1   | -18.7 | 31.2     |
| Telecommunication              | 5,020      | -0.8    | -0.8  | 18.1  | 16.4     |
| Utilities                      | 3,317      | -0.3    | -0.3  | -27.3 | NA       |
| REITs                          | 3,633      | 0.2     | 0.2   | -21.6 | NA       |
| Real Estate                    | 3,347      | 0.3     | 0.3   | -28.8 | 20.3     |

Sources: Bloomberg, Reuters, Tadawul

## Top 5 Gainers

| Company                               | Last Close | % Change | Value (SAR mn) |
|---------------------------------------|------------|----------|----------------|
| Saudi Industrial Export Co.           | 127.60     | 10.0%    | 67.5           |
| Saudi Enaya Cooperative Insurance Co. | 23.64      | 10.0%    | 4.4            |
| Saudi Fisheries Co.                   | 21.96      | 9.9%     | 77.4           |
| Gulf Union Cooperative Insurance Co.  | 13.82      | 9.7%     | 8.7            |
| Amana Cooperative Insurance Co.       | 17.10      | 7.6%     | 27.2           |

Source: Tadawul

## Latest Earnings

| Company                           | Date  | Period | Q NI (SAR mn) | Y/Y % | Q EPS (SAR) | Vs. Consensus |
|-----------------------------------|-------|--------|---------------|-------|-------------|---------------|
| Kingdom Holding                   | 4-Nov | 3Q18   | 248.55        | 0.4   | 0.07        | NA            |
| Saudi Ground Ser.                 | 4-Nov | 3Q18   | 92.68         | -42.1 | 0.49        | MISS          |
| The Qassim Cement                 | 4-Nov | 3Q18   | 5.68          | -88.9 | 0.06        | MISS          |
| Saudi Arabian Amiantit Co.        | 4-Nov | 3Q18   | 0.71          | -87.8 | 0.01        | NA            |
| Saudi Pharma. Indust. & Med. App. | 4-Nov | 3Q18   | -3.35         | 80.0  | -0.03       | NA            |

Source: Tadawul

**NOTES:** (1) Prices as of last trade. Updated as of November 5, 2018  
(2) WTD: Week to Date and YTD: Year to Date

## Saudi Market Update

- TASI closed 0.4% lower at 7,847 while NOMU ended 0.1% higher at 2,523 on Sunday. TASI traded value totaled SAR 2.4bn and averaged SAR 4.3bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 36.8% of the daily traded value.
- Banks and Materials closed 0.7% and 0.4% lower, respectively. Telecom closed 0.8% lower. Capital Goods (up 1.2%) was the best performer. Among stocks, Saudi Industrial Export Co. (4140/SIECO AB), Saudi Enaya Cooperative Insurance Co. (8311/ENAYA AB), and Saudi Fisheries Co. (6050/SFICO AB) led the gainers.
- The Small and Medium Enterprises General Authority (Monshaat) announced that it would continue to give small and medium enterprises (SMEs) refunds on government fees up to 2021. (Source: Argaam)
- Saudi Basic Industries Corp. (2010/SABIC AB) would establish a new company named SABIC Agri-nutrient Investments to consolidate all its equity shares and assets currently held in numerous companies specializing in the production of various agri-nutrient products. (Source: Argaam)
- Almarai Co. (2280/ALMARAI AB) halted the production of Alfalfa and green fodder inside the country and would begin importing 100% of its needs in compliance with the country's ban on cultivating green fodder. (Source: Argaam)
- Savola Group (2050/SAVOLA AB) stated that Good Food Co., its wholly owned company, would complete the process of acquiring 51% shares in Dubai-based Al Kabeer Group by the end of 4Q18. (Source: Argaam)
- Jabal Omar Development Co.'s (4250/JOMAR AB) subsidiary Warfat Hospitality Services received its first license to manage tourist accommodation facilities. The license was issued by the Saudi Commission for Tourism and National Heritage. (Source: Argaam)
- A consortium led by ACWA Power signed a power purchase agreement (PPA) with the Egyptian Electricity Transmission Company (EETC) for a gas-fired combined cycle plant. (Source: Zawya)
- Jarir Marketing Co.'s (4190/JARIR AB) BoD recommended a cash dividend of SAR 2.35 per share for 3Q18, implying full-year yield of 6.1%. (Source: Argaam)

## Top 5 Losers

| Company  | Last Close | % Change | Value (SAR mn) |
|--|------------|----------|----------------|
| Saudi Ground Services Co.                                  | 33.65      | -6.0%    | 76.0           |
| Nama Chemicals Co.   | 29.05      | -5.4%    | 78.3           |
| Saudi Pharmaceutical Industries & Medical Appliances Corp. | 29.90      | -4.2%    | 7.6            |
| Saudi Steel Pipe Co.                                       | 19.70      | -3.6%    | 23.2           |
| Astra Industrial Group                                     | 16.46      | -3.3%    | 7.9            |

## Most Active Stocks by Value (SAR mn)

| Company                                 | Last Close | % Change | Value (SAR mn) |
|---|------------|----------|----------------|
| Alinma Bank                             | 21.46      | -1.1%    | 336            |
| Saudi Basic Industries Corp.            | 126.00     | -0.5%    | 282            |
| Saudi Kayan Petrochemical Co.           | 15.02      | -2.3%    | 112            |
| Dar Alarkan Real Estate Development Co. | 9.10       | -0.1%    | 94             |
| Nama Chemicals Co.                      | 29.05      | -5.4%    | 78             |

Source: Tadawul

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## GCC Stock Indices

| Index           | Last Close | 1 Day % | WTD % | YTD % | PE (TTM) |
|-----------------|------------|---------|-------|-------|----------|
| Dubai (DFM)     | 2,795      | -0.4    | -0.4  | -17.1 | 7.5      |
| Abu Dhabi (ADX) | 4,920      | 0.0     | 0.0   | 11.9  | 13.1     |
| Kuwait (KSE)    | 5,160      | -0.1    | -0.1  | 0.6   | 16.2     |
| Qatar (QE)      | 10,331     | 0.5     | 0.5   | 21.2  | 15.3     |
| Oman (MSM)      | 4,427      | 0.1     | 0.1   | -13.2 | 10.5     |
| Bahrain (BSE)   | 1,315      | 0.1     | 0.1   | -1.3  | 8.9      |
| DJMENA Index    | 561        | -0.2    | -0.2  | 6.6   | NA       |

Source: Bloomberg, Reuters

## Global Stock Indices

| Index                 | Last Close | 1 Day % | WTD % | YTD % | PE (TTM) |
|-----------------------|------------|---------|-------|-------|----------|
| US (S&P 500)          | 2,723      | -0.6    | 2.4   | 1.8   | 18.8     |
| US (NASDAQ 100)       | 7,357      | -1.0    | 2.6   | 6.6   | 21.4     |
| UK (FTSE 100)         | 7,094      | -0.3    | 2.2   | -7.7  | 15.3     |
| Germany (DAX)         | 11,519     | 0.4     | 2.8   | -10.8 | 14.0     |
| France (CAC 40)       | 5,102      | 0.3     | 2.7   | -4.0  | 15.8     |
| Russia (MICEX)        | 2,378      | 0.8     | 3.7   | 12.7  | 6.2      |
| Japan (Nikkei)        | 22,244     | 2.6     | 5.0   | -2.3  | 15.8     |
| Hong Kong (HSI)       | 26,486     | 4.2     | 7.2   | -11.5 | 10.0     |
| South Korea (KOSPI)   | 2,096      | 3.5     | 3.4   | -15.1 | 10.1     |
| China (SHCOMP)        | 2,676      | 2.7     | 3.0   | -19.1 | 12.4     |
| India (NIFTY)         | 10,553     | 1.7     | 5.2   | 0.2   | 21.8     |
| Brazil (IBOV)         | 88,419     | 0.0     | 3.1   | 15.7  | NA       |
| Turkey (BIST 100)     | 94,123     | 1.9     | 4.0   | -18.4 | 6.9      |
| Egypt (EGX30)         | 13,202     | 0.0     | 1.4   | -12.1 | NA       |
| MSCI Emerging Markets | 997        | 2.6     | 6.1   | -14.0 | 12.1     |
| MSCI World            | 2,037      | -0.2    | 2.8   | -3.2  | 17.0     |

Source: Bloomberg, Reuters

## Commodities Prices

| Index                  | Last Close | 1 Day % | WTD % | YTD % | 1 Year % |
|------------------------|------------|---------|-------|-------|----------|
| Brent Crude (\$/bbl)   | 72.8       | -0.1    | -6.2  | 8.9   | 20.1     |
| Natural Gas (\$/mmbtu) | 3.3        | 1.5     | 1.8   | 17.0  | 5.1      |
| Gold (\$/oz)           | 1,233      | 0.0     | 0.0   | -5.6  | -3.4     |
| Silver (\$/oz)         | 14.7       | 0.0     | 0.4   | -13.5 | -13.8    |
| Platinum (\$/oz)       | 869        | 1.2     | 4.4   | -6.6  | -6.1     |
| Copper (\$/t)          | 6,319      | 3.5     | 1.8   | -12.3 | -8.4     |
| Zinc (\$/t)            | 2,601      | 0.2     | -3.8  | -22.1 | -21.1    |
| Lead (\$/mt)           | 1,995      | 3.2     | 0.7   | -20.0 | -19.1    |
| Wheat (\$/bu)          | 509        | 0.1     | 0.7   | 9.2   | 0.1      |
| Corn (\$/bu)           | 371        | 1.2     | 1.0   | -3.3  | -6.0     |
| Sugar (\$/lb)          | 13.4       | 1.9     | -2.9  | -11.6 | -12.4    |

Source: Bloomberg

## Interest Rate Watch (3M Interbank Offer Rate, %)

| Country      | Last Close | 1 Day Change | YTD Change | Spread* |
|--------------|------------|--------------|------------|---------|
| US           | 2.59       | 0.01         | 0.90       | 0.00    |
| Saudi Arabia | 2.78       | 0.00         | 0.88       | 0.18    |
| UAE          | 2.77       | 0.05         | 0.98       | 0.18    |
| Kuwait       | 2.13       | 0.06         | 0.25       | -0.47   |
| Qatar        | 2.81       | -0.02        | 0.16       | 0.22    |
| Bahrain      | 3.70       | 0.00         | 0.98       | 1.11    |

Source: Reuters

NOTES: (1) Prices updated as of November 5, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, \*Spread = US 3M Rate – Country 3M Rate

## GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading in red on Monday. China is down 1.0%. Japan and South Korea are trading 1.3% and 1.4% lower, respectively. Hong Kong and India are down 2.7% and 0.2%, respectively.
- GCC markets ended mixed on Sunday. Dubai declined 0.4% while Abu Dhabi ended flat. Kuwait closed 0.1% lower while Qatar gained 0.5%. Both Oman and Bahrain ended 0.1% higher.
- According to Oman's National Centre for Statistics and Information (NCSI), crude oil production, including condensates, stood at 265mn barrels for the first nine months in 2018. This was against output of 264mn barrels posted for the corresponding January–September period in 2017. (Source: GulfBase)
- Dubai International Financial Centre (DIFC) signed a landmark agreement with China Banking Association (CBA), which would benefit 2,000 financial firms in the center and 695-member units of the association. (Source: Trade Arabia)
- Multi-source project financing of USD 4.6bn (OMR 12.8bn) was acquired for Oman's Duqm refinery project, a joint venture between Oman Oil Company and Kuwait Petroleum International. (Source: GulfBase)
- Bahrain Real Estate Investment Company (Edamah) inked up Nass Contracting and Al Hassanain Company as the main contractors for the Phase One of its BHD 3.0mn (USD 7.9mn) beach-front development Bilaj Al Jazayer, located in the west of the country. (Source: Trade Arabia)
- Dubai's Roads and Transport Authority (RTA) announced plans to start the construction of three footbridges in different parts of the Emirate. The move comes to enhance the traffic safety and provide safe crossings for pedestrians. (Source: Trade Arabia)
- Abu Dhabi National Oil Company (ADNOC) plans to increase oil production capacity to 5.0mn barrels per day by 2030. (Source: Zawya)
- ADNOC Distribution signed an agreement with Japan Cooperation Centre Petroleum (JCCP) to supply, install, and pilot the use of a photovoltaic (PV) solar power system at one of its service stations on Yas Island. (Source: Trade Arabia)
- UAE's Emirates Steel signed a four-year (2018–21), high-value contract with Brazil-based Vale to supply iron ore pellets for its steel plant in Abu Dhabi. (Source: Trade Arabia)
- Dubai's Meraas stated work is progressing well on the Dubai Arena project, with the actively lit facade already completed and elegantly paneled structure now fully installed. The project is on track for the 2019 opening. (Source: Trade Arabia)

## Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended November 2 (prior: 3.2mn barrels) will be announced on November 7. (Source: Econoday)
- Change in China's CPI for October 2018 (prior: 0.7% M/M, 2.5% Y/Y) will be announced on November 8. (Source: Econoday)
- US jobless claims for the week ended November 3 (prior: 214K; consensus: 213K) will be announced on November 8. (Source: Econoday)



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